

Message Text

CONFIDENTIAL

PAGE 01 ROME 14242 021842Z

60

ACTION SS-15

INFO OCT-01 EUR-12 ISO-00 FEA-01 ERDA-05 AID-05 CEA-01

CIAE-00 CIEP-01 COME-00 DODE-00 EB-07 FPC-01 H-02

INR-07 INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-04

USIA-06 SAM-01 OES-03 SP-02 STR-04 TRSE-00 PA-01

PRS-01 /094 W

----- 098121

R 021734Z OCT 75

FM AMEMBASSY ROME

TO SECSTATE WASHDC 3435

INFO AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY PARIS

AMEMBASSY THE HAGUE

USMISSION EC BRUSSELS

USMISSION OECD PARIS

C O N F I D E N T I A L ROME 14242

E. O. 11652: N/A

TAGS: ENRG, EEC, IT

SUBJ: EC PREPARATIONS FOR THE PRODUCER/CONSUMER DIALOGUE

REF: (A) STATE 231097; (B) USEC BRUSSELS 8670; (C) USEC BRUSSELS

8655; (D) ROME 13795

SUMMARY: ECMIN CALLED ON MFA ENERGY COORDINATOR MIGLIUOLO OCTOBER 2

TO REVIEW PROGRESS IN FORMULATION OF EC MANDATE FOR PREPCON AND

SUBSEQUENT MAIN CONFERENCE PRIOR TO MIGLIUOLO'S DEPARTURE FOR

COREPER MEETING SAME DAY IN BRUSSELS. HE BELIEVES THAT ONLY A

GENERAL EC MANDATE CAN BE AGREED TO PRIOR TO PREPCON, EVEN IF

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 ROME 14242 021842Z

SUBSTANTIVE ISSUES RELATED TO MINIMUM SAFEGUARD PRICE AND PETROLEUM

PRICING CAN BE RESOLVED BY COUNCIL OF MINISTERS. MIGLIUOLO
DOUBTS EXISTENCE OF A FULL CONSENSUS ON ROLE OF FOURTH COMMISSION.
ECMIN USED OCCASION TO ENSURE MIGLIUOLO UNDERSTOOD THAT US NOW
BACKING PARIS AS SITE FOR CONFERENCE. END SUMMARY.

1. PREPCON. MIGLIUOLO BELIEVES IT UNLIKELY THAT COREPER
WILL BE ABLE TO RESOLVE SUBSTANTIVE PROBLEMS IN EC MANDATE
PRIOR TO PREPCON, AND THUS ONLY GENERAL MANDATE WILL BE
POSSIBLE. TWO SUBSTANTIVE PROBLEMS UNLIKELY TO BE RESOLVED
BY COREPER WILL BE REFERRED TO THE OCTOBER 6 COUNCIL OF
MINISTERS' MEETING IN LUXEMBOURG: MINIMUM SAFEGUARD PRICE
(MSP), AS REQUESTED BY UK, AND EXPLICIT DISCUSSION OF PRICING
AND COSTS FROM PRODUCTION TO RETAIL DISTRIBUTION, REQUESTED
BY ITALY. REGARDING MSP, MIGLIUOLO NOTED THAT UK WISHED
DETAILED DICUSSION, INCLUDING PRICE LEVELS (HE SAID HE UNDER-
STOOD FROM OTHER BRITISH HAD INFORMALLY MENTIONED FIGURE OF
US DOLS 7/BARREL TO DELEGATED). OTHER DELEGATIONS WOULD PREFER
GENERALITIES ON DEVELOPMENT OF ALTERNATE ENERGY SOURCES RATHER THAN
GOING SPECIFICALLY INTO MSP ISSUE. TRANSPARENCY, ACCORDING TO
MIGLIUOLO, IS SEEN BY GOI AS DEVICE TO FOCUS DISCUSSION ON
COST-PRICE RELATIONSHIPS; BY OFFERING ALSO TO INCLUDE RETAIL
PRICES, GOI HOPES TO AVOID APPEARANCE OF CONFRONTATION.

2. FOURTH COMMISSION. MIGLIUOLO EXPRESSED LINGERING DOUBTS
THAT, DESPITE FRENCH ASSURANCES, TRUE CONSENSUS HAS BEEN
REACHED WITH LDC'S ON ROLE OF FOURTH COMMISSION. HE PART-
ICULARLY CONCERNED RE POSSIBILITY THAT ALGERIANS WOULD CAUSE
DIFFICULTIES AT PREPCON. ACCORDINGLY, MIGLIUOLO HOPED FURTHER
EFFORTS WERE UNDERWAY TO ENSURE CONSENSUS BEFORE PREPCON.

3. MAIN CONFERENCE. THE BROAD EC MANDATE FOR THE PREPCON
WILL BE DIVIDED BY SUBJECT MATTER AND FURTHER ELABORATED TO
FACILITATE EC PARTICIPATION IN THE WORK OF THE COMMISSIONS.
MIGLIUOLO DID NOT ANTICIPATE MAJOR DIFFICULTIES IN FORMULATING
AN EC POSITION IN COMMISSIONS ON RAW MATERIALS AND DEVELOPMENT.
FORMULATION OF EC MANDATE FOR ENERGY COMMISSION CONSIDERABLY
MORE COMPLICATED SINCE THIS LINKED TO PROGRESS ON A COMMON
EC ENERGY POLICY. FURTHER DEFINITION ROLE OF FOURTH COMM-
ISSION, PARTICULARLY LINKAGES WITH WORK OF OTHER COMMISSIONS,
WILL BE NECESSARY BEFORE ELABORATING EC POSITION IN FOURTH
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 ROME 14242 021842Z

COMMISSION.

4. PROCEDURES. ECMIN CLARIFIED USG POSITION ON SITE.
MIGLIUOLO NOTED THAT HOLDING CONFERENCE IN PARIS COULD GIVE
GOI MORE DIRECT ROLE IN MANAGEMENZ9* :9,*343,:3. HE ASKED
IF USG HAD REACHED POSITION ON MEANS OF SELECTING INDUSTRIAL
COUNTRY CHAIRMAN, AND COMMENTED THAT ONLY PARTICIPANTS SHOULD
BE ELIGIBLE. SINCE FRANCE WOULD PARTICIPATE UNDER EC BANNER,

FRENCH PER SE WOULD BE EXCLUDED. MIGLIUOLO ADDED THAT HE DID NOT BELIEVE IDEA OF FRENCH TECHNICAL CHAIRMAN WOULD RECEIVE SUPPORT. VOLPE

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ENERGY, CONSUMPTION, PRODUCTION, MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 02 OCT 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ElyME
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975ROME14242
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: DG ALTERED
Executive Order: GS
Errors: N/A
Film Number: D750342-1197
From: ROME
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19751088/aaaadagg.tel
Line Count: 118
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION SS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 STATE 231097
Review Action: RELEASED, APPROVED
Review Authority: ElyME
Review Comment: n/a
Review Content Flags:
Review Date: 23 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <23 APR 2003 by KelleyW0>; APPROVED <07 OCT 2003 by ElyME>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: EC PREPARATIONS FOR THE PRODUCER/CONSUMER DIALOGUE
TAGS: ENRG, IT, EEC, PARIS
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006